

**SOVEREIGN COMMUNITY SCHOOL
OKLAHOMA CITY, OKLAHOMA**

MONTHLY FINANCIAL REPORT

December 31, 2020 and Year to Date

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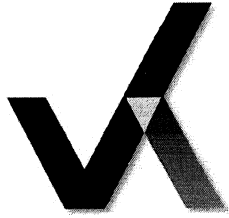
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JENKINS & KEMPER
CERTIFIED PUBLIC ACCOUNTANTS, P.C.

JACK JENKINS, CPA
MICHAEL KEMPER, CPA

January 4, 2021

Honorable Board of Education
Sovereign Community School
Oklahoma City, Oklahoma

We have compiled the accompanying statement of assets, liabilities, and net assets – cash basis for the Sovereign Community School as of December 31, 2020 and the related statements of revenues and expenses – cash basis for the six (6) months then ended. Prior year's comparative revenue and expense information and current year budgetary information are included in the related statements of revenue and expenses, as well as items listed in the table of contents under the heading supplemental information, which are presented only for analysis purposes. Our compilation was performed in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared on the cash basis of accounting and the budget laws of the State of Oklahoma, which is a basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting, in the form of financial statements and supplemental information that is the representation of the management. We have not audited or reviewed the accompanying financial statements and supplemental information and, accordingly, do not express an opinion or any other form of assurance on them. However, we did become aware of a departure from the cash and budgetary basis of accounting that is described in the following paragraph.

The regulatory basis of accounting requires a specific format of presentation of governmental funds and the accompanying presentation does not comply with that format. Additionally, fixed assets and any related debt are not included in the statement of assets, liabilities and net assets presented on a cash basis. Any such accounts are reflected in the statement of revenues and expenses as a corresponding receipt and/or expenditure of funds. The effects of these departures on the financial statements have not been determined.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared on the cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the School's assets, liabilities, net assets, revenues and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Sovereign Community School.

Sincerely,

Jenkins & Kemper, CPAs P.C.

Jenkins & Kemper
Certified Public Accountants, P.C.

SOVEREIGN COMMUNITY SCHOOL
STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS - CASH BASIS
DECEMBER 31, 2020

	<u>General</u>	<u>Activity</u>	<u>Totals</u>
Assets			
Foundation Cash Account	\$ 48,669.70		48,669.70
General Fund Cash Account	50.00		50.00
Payment #150 cleared 2x	1,422.86		1,422.86
Activity Fund Cash Account	-	580.00	580.00
Total Assets	<u>50,142.56</u>	<u>580.00</u>	<u>50,722.56</u>
Liabilities			
Outstanding Payments	38,165.75		38,165.75
Funds held for student activities		580.00	580.00
Total Liabilities (see Note 1,2 and 3)	<u>38,165.75</u>	<u>580.00</u>	<u>38,745.75</u>
Total Net Assets	<u>\$ 11,976.81</u>		<u>11,976.81</u>

Note 1 - PPP loan grant of \$102,500.00 is not included in these liabilities.

It is unknown if management has filed the application of forgiveness with Arvest Bank or how much is eligible to be forgiven.

Note 2 - Additionally, the amount of Oklahoma Teacher's Retirement owed is also unknown.

Note 3 - The outstanding SFS Development Inc. loan of \$300,000.00 is not included in these liabilities

SOVEREIGN COMMUNITY SCHOOL - 2020-21 FISCAL YEAR
STATEMENT OF REVENUE AND EXPENSES - GENERAL FUND - CASH BASIS

<u>Revenue Source</u>	<u>Code</u>	2019-20 <u>Actual</u>	2019-20 <u>As of 12/31/19</u>	2020-21 <u>Budgeted</u>	2020-21 <u>As of 12/31/20</u>	% of YTD <u>to Budg.</u>
LOCAL SOURCES						
Interest Earnings	1300	\$ 6.00	-	-	-	N/A
Reimbursements	1500	5,786.00	5,786.00	-	-	N/A
Other Local Sources of Revenue	1600	420,200.23	400,150.96	-	500.56	N/A
PPP Covid-19 Grant	1600	102,500.00	-	-	-	N/A
Child Nutrition - Local	1700	-	-	-	-	N/A
STATE SOURCES						
Foundation & Salary Incentive Aid	3210	208,324.96	131,686.23	450,163.52	96,344.20	21.4%
Flexible Benefits Reimb.	3250	43,331.82	-	40,903.32	14,725.19	36.0%
Purchase of Textbooks	3420	622.15	-	1,909.05	1,909.05	100.0%
FEDERAL SOURCES						
Title I School Impr. (Proj. 511)	4210	-	-	23,750.00	-	0.0%
OPSRC - CSP Grant (Proj. 771)	4462	200,436.08	39,582.90	92,751.27	92,751.27	100.0%
Child Nutrition - Federal	4700	-	-	-	-	N/A
Correcting Entries	5600	286.09	282.84	-	300,000.00	N/A
Transferred from Activity Fund	6200	28,046.41	-	-	-	N/A
Total Revenue		<u>1,009,539.74</u>	<u>577,488.93</u>	<u>609,477.16</u>	<u>506,230.27</u>	<u>83.1%</u>
Net Assets - Beginning		-	-	20,812.41	20,812.41	100.0%
Lapsed Appropriations/Est. Warrants		-	-	-	-	N/A
Balance Available		<u>1,009,539.74</u>	<u>577,488.93</u>	<u>630,289.57</u>	<u>527,042.68</u>	<u>83.6%</u>
Less: Expenditures						
Salaries		528,593.26	285,648.26	762,227.59	306,557.47	40.2%
Non-Salaries		460,134.07	246,219.63	337,533.63	208,508.40	61.8%
Total Expenditures		<u>988,727.33</u>	<u>531,867.89</u>	<u>1,099,761.22</u>	<u>515,065.87</u>	<u>46.8%</u>
Net Assets - Ending		<u>\$ 20,812.41</u>	<u>45,621.04</u>	<u>(469,471.65)</u>	<u>11,976.81</u>	

SUPPLEMENTAL INFORMATION

SOVEREIGN COMMUNITY SCHOOL - 2020-21 FISCAL YEAR
STATEMENT OF EXPENSES BY PROJECT/OBJECT
- GENERAL FUND - CASH BASIS

Classification (Object)	Object	2020-21 Original Budget	2020-21 As of 12/31/20	% of YTD to Budg.
000 General Fund & Local Codes				
Salaries	100	584,901.28	253,951.80	43.42%
Employee Benefits	200	112,672.99	42,110.77	37.37%
Worker's Comp./State Unempl.	270-280	-	2,005.31	N/A
Board Services	311	7,000.00	3,000.00	42.86%
Accounting Services	331	25,131.18	9,000.00	35.81%
Medical Services	336	18,000.00	1,820.00	10.11%
Legal Services	350	-	-	N/A
Professional Development	359	-	-	N/A
Water/Sewer/Elec./Nat. Gas	411/620	67,483.05	15,803.05	23.42%
Janitorial	421	32,000.00	-	0.00%
Lawn care, Waste Removal, Pest	423/424	8,950.00	1,729.60	19.33%
Repairs and Maintenance Services	430	7,500.00	1,944.00	25.92%
Copier/Printer Maint.	436	6,000.00	875.95	14.60%
Rentals or Lease Services	440	49,375.45	5,183.54	10.50%
Student Transportation	511	1,000.00	-	0.00%
Insurance Services	520	46,281.00	15,678.25	33.88%
Postage/Telephone	530	5,000.00	4,757.86	95.16%
Advertising/Printing	540/550	-	136.89	N/A
Auto Supplies	612	-	654.52	N/A
Cleaning Supplies/Small Bldg Parts	618	-	-	N/A
Instructional/Office Supplies	619	33,162.95	-	0.00%
Books	640	8,090.95	-	0.00%
Furniture, Fixtures and Appliances	651	-	-	N/A
Technology Supplies/Software	653	18,000.00	10,441.33	58.01%
Uniforms	657	-	441.56	N/A
Awards/Décor	682	-	-	N/A
Dues and Fees	810	2,650.00	2,550.00	96.23%
Subtotal		<u>1,033,198.85</u>	<u>372,084.43</u>	36.01%
Child Nutrition Program (Proj. 385,763,764)				
Services/Materials	300-860	-	600.00	N/A
Subtotal		<u>-</u>	<u>600.00</u>	N/A
State Textbooks (Proj. 333)				
Salaries/Employee Benefits	100-299	-	-	
Books	640	1,909.05	-	0.00%
Subtotal		<u>1,909.05</u>	<u>-</u>	0.00%
Flexible Benefit Allowance (Proj. 331-335)				
Salaries/Employee Benefits	100-299	40,903.32	10,494.90	25.66%
Title I, Part A (Proj. 511)				
Salaries/Employee Benefits	100-299	23,750.00	-	0.00%
Services/Materials	300-860	-	-	N/A
Subtotal		<u>23,750.00</u>	<u>-</u>	0.00%
Special Education (Proj. 621)				
Salaries/Employee Benefits	100-299	-	-	N/A
Staff Travel	580	-	-	N/A
Subtotal		<u>-</u>	<u>-</u>	N/A
CSP Grant - OPSRC (Proj. 771)				
Salaries/Employee Benefits	100-299	-	-	N/A
Services/Materials	300-860	-	131,886.54	N/A
Subtotal		<u>-</u>	<u>131,886.54</u>	N/A
Additional Year End Reserves				
Grand Total		<u>1,099,761.22</u>	<u>515,065.87</u>	46.83%
Payroll Expenses	100-200	762,227.59	306,557.47	40.22%
Non-Payroll Expenses	300-900	337,533.63	208,508.40	61.77%
Totals		<u>1,099,761.22</u>	<u>515,065.87</u>	46.83%

SOVEREIGN COMMUNITY SCHOOL - 2020-21 FISCAL YEAR
TWO YEAR COMPARISON OF EXPENSES
- GENERAL FUND - CASH BASIS

	2019-20 Expenditures		2020-21 Expenditures	
	<u>Salary</u>	<u>Non-salary</u>	<u>Salary</u>	<u>Non-salary</u>
July	25,946.16	44,235.60	14,050.68	1,124.66
August	38,706.70	28,289.00	45,830.69	33,983.47
September	42,376.60	43,487.13	62,042.93	125,144.87
October	60,991.17	54,618.97	62,655.32	5,679.31
November	55,970.03	28,279.47	58,759.83	37,581.82
December	61,657.60	47,309.46	63,218.02	4,994.27
January	52,670.27	43,509.65	-	-
February	53,553.08	24,006.13	-	-
March	53,193.31	7,512.81	-	-
April	20,371.20	6,657.15	-	-
May	20,371.20	116,980.03	-	-
June	42,785.94	15,248.67	-	-
	<u>\$ 528,593.26</u>	<u>460,134.07</u>	<u>\$ 306,557.47</u>	<u>208,508.40</u>
		<u>988,727.33</u>		<u>515,065.87</u>

	2019-20 Expenditures		2020-21 Expenditures	
	<u>Salary</u>	<u>Non-salary</u>	<u>Salary</u>	<u>Non-salary</u>
July	25,946.16	44,235.60	14,050.68	1,124.66
August	38,706.70	28,289.00	45,830.69	33,983.47
September	42,376.60	43,487.13	62,042.93	125,144.87
October	60,991.17	54,618.97	62,655.32	5,679.31
November	55,970.03	28,279.47	58,759.83	37,581.82
December	61,657.60	47,309.46	63,218.02	4,994.27
January	-	-	-	-
February	-	-	-	-
March	-	-	-	-
April	-	-	-	-
May	-	-	-	-
June	-	-	-	-
	<u>\$ 285,648.26</u>	<u>246,219.63</u>	<u>\$ 306,557.47</u>	<u>208,508.40</u>
		<u>531,867.89</u>		<u>515,065.87</u>

Sovereign Community School**Revenue/Expenditure Summary****Options:** Fund: 60, Date Range: 7/2/2020 - 12/31/2020

	Begin Balance	Receipts	Adjusting Entries	Payments	Cash End Balance	Unpaid POs	End Balance
800 SCHOOL ACTIVITY PROG	\$100.00	\$480.00	\$0.00	\$0.00	\$580.00	\$0.00	\$580.00
Total	\$100.00	\$480.00	\$0.00	\$0.00	\$580.00	\$0.00	\$580.00